

# Program 22-918: Parish Royalty Fund

Program Authorization: Article VII, Section 4(A) of the La. Constitution of 1974

## PROGRAM DESCRIPTION

The state receives royalties from mineral leases on state-owned lands, lakes, river bottoms and other water bottoms. In accordance with Article VII, Section 4(A) of the Constitution of 1974, ten percent (10%) of these royalties is remitted to the governing authority of the parish in which severance or production occurs. The Parish Royalty Fund was established for the receipt and disbursement of that percentage of the royalties due local governments. A parish governing authority may use these royalties to fund issuance of general obligation bonds of the parish in accordance with law.

## RESOURCE ALLOCATION FOR THE PROGRAM

	ACTUAL 1999- 2000	Fiscal Year 2000 - 2001	EXISTING 2000 - 2001	CONTINUATION 2001 - 2002	RECOMMENDED 2001 - 2002	RECOMMENDED OVER/(UNDER) EXISTING
MEANS OF FINANCING:						
STATE GENERAL FUND (Direct)	\$0	\$0	\$0	\$0	\$0	\$0
STATE GENERAL FUND BY:						
Interagency Transfers	0	0	0	0	0	0
Fees & Self-gen. Revenues	0	0	0	0	0	0
Statutory Dedications	22,929,996	24,500,000	24,500,000	25,000,000	25,000,000	500,000
Interim Emergency Board	0	0	0	0	0	0
FEDERAL FUNDS	0	0	0	0	0	0
TOTAL MEANS OF FINANCING	<b>\$22,929,996</b>	<b>\$24,500,000</b>	<b>\$24,500,000</b>	<b>\$25,000,000</b>	<b>\$25,000,000</b>	<b>\$500,000</b>
EXPENDITURES & REQUEST:						
Salaries	\$0	\$0	\$0	\$0	\$0	\$0
Other Compensation	0	0	0	0	0	0
Related Benefits	0	0	0	0	0	0
Total Operating Expenses	0	0	0	0	0	0
Professional Services	0	0	0	0	0	0
Total Other Charges	22,929,996	24,500,000	24,500,000	25,000,000	25,000,000	500,000
Total Acq. & Major Repairs	0	0	0	0	0	0
TOTAL EXPENDITURES AND REQUEST	<b>\$22,929,996</b>	<b>\$24,500,000</b>	<b>\$24,500,000</b>	<b>\$25,000,000</b>	<b>\$25,000,000</b>	<b>\$500,000</b>
AUTHORIZED FULL-TIME EQUIVALENTS: Classified	0	0	0	0	0	0
Unclassified	0	0	0	0	0	0
TOTAL	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>	<b>0</b>

This program's recommended appropriation does not include any funds for short-term debt.  
This program’s recommended appropriation may include a portion of which is long-term debt for Fiscal Year 2001-2002.

SOURCE OF FUNDING

The source of funding for this program is Statutory Dedicated royalty revenue. (Per R.S. 39:32B.(8), see table below for a listing of expenditures out of each Statutory Dedicated Fund.)

	ACTUAL	FISCAL YEAR	EXISTING	CONTINUATION	RECOMMENDED	RECOMMENDED
	1999- 2000	2000 - 2001	2000 - 2001	2001 - 2002	2001 - 2002	OVER/(UNDER) EXISTING
Parish Royalty Fund	\$22,929,996	\$24,500,000	\$24,500,000	\$25,000,000	\$27,600,000	\$3,100,000

ANALYSIS OF RECOMMENDATION

GENERAL FUND	TOTAL	T.O.	DESCRIPTION
\$0	\$24,500,000	0	FISCAL YEAR 2000-2001
			BA-7 TRANSACTIONS:
\$0	\$0	0	None
\$0	\$24,500,000	0	EXISTING OPERATING BUDGET – December 15, 2000
\$0	\$3,100,000	0	Other Adjustments - reflects the Revenue Estimating Conference's projected level set at its January 18, 2001 meeting
\$0	\$27,600,000	0	TOTAL RECOMMENDED
\$0	\$0	0	LESS GOVERNOR'S SUPPLEMENTARY RECOMMENDATIONS
\$0	\$27,600,000	0	BASE EXECUTIVE BUDGET FISCAL YEAR 2001-2002
			SUPPLEMENTARY RECOMMENDATIONS CONTINGENT ON NEW REVENUE:
\$0	\$0	0	None
\$0	\$0	0	TOTAL SUPPLEMENTARY RECOMMENDATIONS CONTINGENT ON NEW REVENUE
\$0	\$27,600,000	0	GRAND TOTAL RECOMMENDED

The total means of financing for this program is recommended at 112.7% of the existing operating budget. It represents 110.4% of the total request (\$25,000,000) for this program. The total recommended reflects the official estimate set by the Louisiana Revenue Estimating Conference.

## PROFESSIONAL SERVICES

This program does not have funding for Professional Services for Fiscal Year 2002.

## OTHER CHARGES

\$27,600,000	Parish Royalty Fund - constitutional dedication
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<b>\$27,600,000</b>	<b>TOTAL OTHER CHARGES</b>
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## ACQUISITIONS AND MAJOR REPAIRS

This program does not have funding for Acquisitions and Major Repairs for Fiscal Year 2002.